

2013 DRAFTING REQUEST

Assembly Amendment (AA-AB399)

| | | | |
|--------------|--|------------------|-----------------|
| Received: | 10/30/2013 | Received By: | mshovers |
| Wanted: | As time permits | Same as LRB: | |
| For: | Brett Hulsey (608) 266-7521 | By/Representing: | Matt |
| May Contact: | | Drafter: | mshovers |
| Subject: | Higher Education - tech. college Tax, Individual - income | Addl. Drafters: | mkunkel |
| | | Extra Copies: | TKK |

Submit via email: **YES**
Requester's email: **Rep.Hulsey@legis.wisconsin.gov**
Carbon copy (CC) to:

Pre Topic:

No specific pre topic given

Topic:

Remove JFC changes to income tax system and restore Governor's original proposal

Instructions:

See attached. Turn LRB -3373/P1 (based on b0684) into an amendment to AB 399.

Drafting History:

| <u>Vers.</u> | <u>Drafted</u> | <u>Reviewed</u> | <u>Typed</u> | <u>Proofed</u> | <u>Submitted</u> | <u>Jacketed</u> | <u>Required</u> |
|--------------|------------------------|------------------------|------------------------|----------------|-----------------------|-----------------------|-----------------|
| /? | mshovers 10/30/2013 | kfollett 10/30/2013 | | _____ | | | |
| /1 | mkunkel 11/1/2013 | | rschluet 10/30/2013 | _____ | lparisi 10/30/2013 | lparisi 10/30/2013 | |
| /2 | | evinz 11/1/2013 | jmurphy 11/1/2013 | _____ | srose 11/1/2013 | srose 11/1/2013 | |

FE Sent For:

<END>

2013 DRAFTING REQUEST**Assembly Amendment (AA-AB399)**

Received: **10/30/2013** Received By: **mshovers**
 Wanted: **As time permits** Same as LRB:
 For: **Brett Hulsey (608) 266-7521** By/Representing: **Matt**
 May Contact: Drafter: **mshovers**
 Subject: **Higher Education - tech. college** Addl. Drafters: **mkunkel**
Tax, Individual - income
 Extra Copies: **TKK**

Submit via email: **YES**
 Requester's email: **Rep.Hulsey@legis.wisconsin.gov**
 Carbon copy (CC) to:

Pre Topic:

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Topic:

Remove JFC changes to income tax system and restore Governor's original proposal ✓

Instructions:

See attached. Turn LRB -3373/P1 (based on b0684) into an amendment to AB 399.

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|--------------|------------------------|------------------------|-----------------------|----------------|-----------------------|-----------------------|-----------------|
| /? | mshovers 10/30/2013 | kfollett 10/30/2013 | | | | | |
| /1 | | | rschlue 10/30/2013 | | lparisi 10/30/2013 | lparisi 10/30/2013 | |
| FE Sent For: | 1/2 eev 11/1/13 | 1/2 eev 11/1/13 | gm 11/1/13 | | | | |

<END>

<END>

Shovers, Marc

From: Veldran, Matt
Sent: Wednesday, October 30, 2013 11:49 AM
To: Shovers, Marc; Kunkel, Mark
Cc: Rep.Hulsey
Subject: RE: Draft review: LRB -3373/P1 Topic: Technical college system funding; remove JFC changes to income tax system and restore Governor's original proposal

Gentlemen,

Can you make the amendment for AB 399 instead of 398.

Thanks,

Matt
Matt Veldran
Matt.Veldran@legis.wisconsin.gov

Office of Representative Brett Hulsey
Wisconsin State Assembly
District 78 serving Madison

Room 5 North
Wisconsin State Capitol
Madison, WI 53708
Office: 608-266-7521

From: Veldran, Matt
Sent: Wednesday, October 30, 2013 11:37 AM
To: Shovers, Marc; Kunkel, Mark
Cc: Rep.Hulsey
Subject: FW: Draft review: LRB -3373/P1 Topic: Technical college system funding; remove JFC changes to income tax system and restore Governor's original proposal

Mark and Marc,

Representative Hulsey would like you to draft an amendment from this bill to AB 398, that's tentatively scheduled to be on the calendar next week.

Contact if questions on this.

Thanks!

Matt

Matt Veldran
Matt.Veldran@legis.wisconsin.gov

Office of Representative Brett Hulsey
Wisconsin State Assembly

District 78 serving Madison

Room 5 North
Wisconsin State Capitol
Madison, WI 53708
Office: 608-266-7521

From: LRB.Legal

Sent: Tuesday, October 08, 2013 10:57 AM

To: Rep.Hulsey

Subject: Draft review: LRB -3373/P1 Topic: Technical college system funding; remove JFC changes to income tax system and restore Governor's original proposal

Following is the PDF version of draft LRB -3373/P1 and drafter's note.



State of Wisconsin
2013 - 2014 LEGISLATURE



LRBa1095/?

MES&MDK...

LNR

WJH
KJF

~~PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION~~
ASSEMBLY AMENDMENT,
TO ASSEMBLY BILL 399

today

1 At the locations indicated, amend the bill as follows:

2 1. Page 1, line 2: after "grants" insert ", increasing the individual income tax
3 rates, expanding the number of income tax brackets, increasing state aid for
4 technical colleges,".

5 2. Page 2, line 10: after that line insert:

6 3. Page 3, line 14: after that line insert:

7 (END)





State of Wisconsin
2013 - 2014 LEGISLATURE



LRB-3373/P1
MDK&MES:wlj:jf

PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION

1 **AN ACT to amend** 71.06 (1q) (a), 71.06 (1q) (b), 71.06 (1q) (c), 71.06 (1q) (d), 71.06
2 (2) (i) 1., 71.06 (2) (i) 2., 71.06 (2) (i) 3., 71.06 (2) (i) 4., 71.06 (2) (j) 1., 71.06 (2)
3 (j) 2., 71.06 (2) (j) 3., 71.06 (2) (j) 4., 71.06 (2e) (a) and 71.06 (2e) (b); and **to create**
4 71.06 (1q) (cm), 71.06 (2) (i) 3m. and 71.06 (2) (j) 3m. of the statutes; **relating**
5 **to:** increasing the individual income tax rates, expanding the number of income
6 tax brackets, increasing state aid for technical colleges, and making an
7 appropriation.

Analysis by the Legislative Reference Bureau

Under current law, there are four income tax brackets for single individuals, certain fiduciaries, heads of households, and married persons. The brackets are indexed for inflation. The rate of taxation under current law for the lowest bracket for single individuals, certain fiduciaries, heads of households, and married persons is 4.40 percent of taxable income; the rate for the second bracket is 5.84 percent; the rate for the third bracket is 6.27 percent; and the rate for the highest bracket is 7.65 percent. Before applying bracket indexing, the four brackets for individuals, certain fiduciaries, and heads of households, to which the above rates apply, are as follows: taxable income from \$0 to \$7,500; taxable income exceeding \$7,500 but not exceeding \$15,000; taxable income exceeding \$15,000 but not exceeding \$225,000; and taxable income exceeding \$225,000.

This rate and bracket structure first applies to taxable year 2013, and was enacted in 2013 Wisconsin Act 20, the state budget bill.

This bill creates a fifth income tax bracket, between the current third bracket and highest bracket, and increases the rates of taxation for each of the current brackets. Under the bill, the rate of taxation for the lowest bracket for single individuals, certain fiduciaries, heads of households, and married persons is 4.50 percent of taxable income; the rate for the second bracket is 5.94 percent; the rate for the third bracket is 6.36 percent; the rate for the fourth bracket is 6.75 percent; and the rate for the highest bracket is 7.75 percent. Before applying bracket indexing, the five brackets for individuals, certain fiduciaries, and heads of households, to which the above rates apply, are as follows: taxable income from \$0 to \$7,500; taxable income exceeding \$7,500 but not exceeding \$15,000; taxable income exceeding \$15,000 but not exceeding \$112,500; taxable income exceeding \$112,500 but not exceeding \$225,000; and taxable income exceeding \$225,000.

The brackets will continue to be indexed for inflation as is the case under current law.

This rate and bracket structure is what was proposed by the governor in 2013 Assembly Bill 40. The governor's original proposal in Assembly Bill 40 reduced the rates of taxation in the bottom three brackets from what was former law, and kept the rates in the highest two brackets the same as under former law. Under the bill, this rate and bracket structure first applies to taxable year 2013.

Finally, the bill increases state aid for technical colleges by \$35,800,000 in fiscal year 2013-14 and by the same amount in fiscal year 2014-15.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

1 ^{2c} SECTION ~~7~~ 71.06 (1q) (a) of the statutes, as created by 2013 Wisconsin Act 20, ✓
2 is amended to read:

3 71.06 (1q) (a) On all taxable income from \$0 to \$7,500, 4.40 4.50 percent.

4 ^{2d} SECTION ~~7~~ 71.06 (1q) (b) of the statutes, as created by 2013 Wisconsin Act 20, ✓
5 is amended to read:

6 71.06 (1q) (b) On all taxable income exceeding \$7,500 but not exceeding
7 \$15,000, 5.84 5.94 percent.

1 SECTION ^{2e} 71.06 (1q) (c) of the statutes, as created by 2013 Wisconsin Act 20,
2 is amended to read:

3 71.06 (1q) (c) On all taxable income exceeding \$15,000 but not exceeding
4 \$225,000, ~~6.27~~ ^{6.36} \$112,500, ~~6.36~~ percent.

5 SECTION ^{2g} 71.06 (1q) (cm) of the statutes is created to read:

6 71.06 (1q) (cm) On all taxable income exceeding \$112,500 but not exceeding
7 \$225,000, 6.75 percent.

8 SECTION ^{2h} 71.06 (1q) (d) of the statutes, as created by 2013 Wisconsin Act 20,
9 is amended to read:

10 71.06 (1q) (d) On all taxable income exceeding \$225,000, ~~7.65~~ ^{7.75} percent.

11 SECTION ^{2j} 71.06 (2) (i) 1. of the statutes, as created by 2013 Wisconsin Act 20,
12 is amended to read:

13 71.06 (2) (i) 1. On all taxable income from \$0 to \$10,000, ~~4.40~~ ^{4.50} percent.

14 SECTION ^{2k} 71.06 (2) (i) 2. of the statutes, as created by 2013 Wisconsin Act 20,
15 is amended to read:

16 71.06 (2) (i) 2. On all taxable income exceeding \$10,000 but not exceeding
17 \$20,000, ~~5.84~~ ^{5.94} percent.

18 SECTION ^{2m} 71.06 (2) (i) 3. of the statutes, as created by 2013 Wisconsin Act 20,
19 is amended to read:

20 71.06 (2) (i) 3. On all taxable income exceeding \$20,000 but not exceeding
21 \$300,000, ~~6.27~~ ^{6.36} \$150,000, ~~6.36~~ percent.

22 SECTION ²ⁿ 71.06 (2) (i) 3m. of the statutes is created to read:

23 71.06 (2) (i) 3m. On all taxable income exceeding \$150,000 but not exceeding
24 \$300,000, 6.75 percent.

SECTION 10

1 SECTION ~~10~~^{2p} 71.06 (2) (i) 4. of the statutes, as created by 2013 Wisconsin Act
2 20, is amended to read:

3 71.06 (2) (i) 4. On all taxable income exceeding \$300,000, ~~7.65~~ 7.75 percent.

4 SECTION ~~11~~^{2q} 71.06 (2) (j) 1. of the statutes, as created by 2013 Wisconsin Act 20,
5 is amended to read:

6 71.06 (2) (j) 1. On all taxable income from \$0 to \$5,000, ~~4.40~~ 4.50 percent.

7 SECTION ~~12~~^{2r} 71.06 (2) (j) 2. of the statutes, as created by 2013 Wisconsin Act
8 20, is amended to read:

9 71.06 (2) (j) 2. On all taxable income exceeding \$5,000 but not exceeding
10 \$10,000, ~~5.84~~ 5.94 percent.

11 SECTION ~~13~~^{2s} 71.06 (2) (j) 3. of the statutes, as created by 2013 Wisconsin Act
12 20, is amended to read:

13 71.06 (2) (j) 3. On all taxable income exceeding \$10,000 but not exceeding
14 \$150,000, ~~6.27~~ \$75,000, 6.36 percent.

15 SECTION ~~14~~^{2t} 71.06 (2) (j) 3m. of the statutes is created to read:

16 71.06 (2) (j) 3m. On all taxable income exceeding \$75,000 but not exceeding
17 \$150,000, 6.75 percent.

18 SECTION ~~15~~^{2u} 71.06 (2) (j) 4. of the statutes, as created by 2013 Wisconsin Act
19 20, is amended to read:

20 71.06 (2) (j) 4. On all taxable income exceeding \$150,000, ~~7.65~~ 7.75 percent.

21 SECTION ~~16~~^{2v} 71.06 (2e) (a) of the statutes, as affected by 2013 Wisconsin Act 20,
22 is amended to read:

23 71.06 (2e) (a) For taxable years beginning after December 31, 1998, and before
24 January 1, 2000, the maximum dollar amount in each tax bracket, and the
25 corresponding minimum dollar amount in the next bracket, under subs. (1m) and (2)

(c) and (d), and for taxable years beginning after December 31, 1999, the maximum dollar amount in each tax bracket, and the corresponding minimum dollar amount in the next bracket, under subs. (1n), (1p) (a) to (c), (1q) (a) ~~and (b)~~ to (c), and (2) (e), (f), (g) 1. to 3., (h) 1. to 3., (i) 1. ~~and 2.~~ to 3., and (j) 1. ~~and 2.~~ to 3., shall be increased each year by a percentage equal to the percentage change between the U.S. consumer price index for all urban consumers, U.S. city average, for the month of August of the previous year and the U.S. consumer price index for all urban consumers, U.S. city average, for the month of August 1997, as determined by the federal department of labor, except that for taxable years beginning after December 31, 2000, and before January 1, 2002, the dollar amount in the top bracket under subs. (1p) (c) and (d), (2) (g) 3. and 4. and (h) 3. and 4. shall be increased by a percentage equal to the percentage change between the U.S. consumer price index for all urban consumers, U.S. city average, for the month of August of the previous year and the U.S. consumer price index for all urban consumers, U.S. city average, for the month of August 1999, as determined by the federal department of labor, except that for taxable years beginning after December 31, 2011, the adjustment may occur only if the resulting amount is greater than the corresponding amount that was calculated for the previous year.

SECTION ~~17~~²⁰. 71.06 (2e) (b) of the statutes, as affected by 2013 Wisconsin Act 20, is amended to read:

71.06 (2e) (b) For taxable years beginning after December 31, 2009, the maximum dollar amount in each tax bracket, and the corresponding minimum dollar amount in the next bracket, under subs. (1p) (d), (1q) ~~(e)~~ (cm), and (2) (g) 4., (h) 4., (i) ~~3.~~ 3m., and (j) ~~3.~~ 3m., and the dollar amount in the top bracket under subs. (1p) (e), (1q) (d), and (2) (g) 5., (h) 5., (i) 4., and (j) 4., shall be increased each year by a

1 percentage equal to the percentage change between the U.S. consumer price index
2 for all urban consumers, U.S. city average, for the month of August of the previous
3 year and the U.S. consumer price index for all urban consumers, U.S. city average,
4 for the month of August 2008, as determined by the federal department of labor,
5 except that for taxable years beginning after December 31, 2011, the adjustment may
6 occur only if the resulting amount is greater than the corresponding amount that was
7 calculated for the previous year. //

#, page 3, line 14: after that line insert:
8 SECTION 18 Fiscal changes.
9 3m

9 (1) STATE AID FOR TECHNICAL COLLEGES. In the schedule under section 20.005 (3)
10 of the statutes for the appropriation to the technical college system board under
11 section 20.292 (1) (d) of the statutes, as affected by the acts of 2013, the dollar amount
12 is increased by \$35,800,000 for the first fiscal year of the fiscal biennium in which
13 this subsection takes effect to increase funding for the purpose for which the
14 appropriation is made. In the schedule under section 20.005 (3) of the statutes for
15 the appropriation to the technical college system board under section 20.292 (1) (d)
16 of the statutes, as affected by the acts of 2013, the dollar amount is increased by
17 \$35,800,000 for the second fiscal year of the fiscal biennium in which this subsection
18 takes effect to increase funding for the purpose for which the appropriation is made. //

19 (END)


D-Note

LRB-3373/P1dn
MDK ~~000000~~ whj:jf

Date _____

kj

Rep. Hulsey:
This ~~bill~~ amendment is drafted according to



Mark
Senior
Phone
E-ma

male

Marc E. Shovers
Managing Attorney
Phone: (608) 266-0129
E-mail: marc.shovers@legis.wisconsin.gov

**DRAFTER'S NOTE
FROM THE
LEGISLATIVE REFERENCE BUREAU**

LRBa1095/ldn
MES&MDK:kjfrs

October 30, 2013

Rep. Hulsey:

This amendment is drafted according to your instructions. If it is enacted, the Department of Revenue may face some administrative problems as the tax forms for taxable year 2013 have already been printed.

Marc E. Shovers
Managing Attorney
Phone: (608) 266-0129
E-mail: marc.shovers@legis.wisconsin.gov

Mark D. Kunkel
Senior Legislative Attorney
Phone: (608) 266-0131
E-mail: mark.kunkel@legis.wisconsin.gov

Kunkel, Mark

From: Veldran, Matt
Sent: Friday, November 01, 2013 2:31 PM
To: Kunkel, Mark
Subject: RE: Changes to amendment - RE: LRB 13a1095 Topic: Remove JFC changes to income tax system and restore Governor's original proposal

I'll get that going.

Thanks

From: Kunkel, Mark
Sent: Friday, November 01, 2013 2:26 PM
To: Veldran, Matt
Subject: RE: Changes to amendment - RE: LRB 13a1095 Topic: Remove JFC changes to income tax system and restore Governor's original proposal

We won't be able to release the redraft until we get the jacket back, so if you can send it over by page today, you could get the redraft back later today.

--Mark

From: Veldran, Matt
Sent: Friday, November 01, 2013 2:23 PM
To: Kunkel, Mark
Subject: RE: Changes to amendment - RE: LRB 13a1095 Topic: Remove JFC changes to income tax system and restore Governor's original proposal

If the redraft is easier, let's go that way. Do you need the jacket back today?

From: Kunkel, Mark
Sent: Friday, November 01, 2013 1:39 PM
To: Veldran, Matt
Subject: RE: Changes to amendment - RE: LRB 13a1095 Topic: Remove JFC changes to income tax system and restore Governor's original proposal

Matt:

I can either redraft LRBa1095 or enter this as a new request. If you want to redraft, I will need the jacket back on LRBa1095.

It's probably easier to prepare a new LRB number, but I don't know whether you have a preference, so I thought I'd ask.

--Mark

From: Veldran, Matt
Sent: Friday, November 01, 2013 1:35 PM
To: Shovers, Marc; Kunkel, Mark
Cc: Rep.Hulsey; Lang, Bob
Subject: RE: Changes to amendment - RE: LRB 13a1095 Topic: Remove JFC changes to income tax system and restore Governor's original proposal

Per my discussion with Bob, please apply it to 2014-2015. ✓

Thanks,

Matt

From: Lang, Bob

Sent: Friday, November 01, 2013 1:00 PM

To: Veldran, Matt; Shovers, Marc; Kunkel, Mark

Cc: Rep.Hulsey

Subject: RE: Changes to amendment - RE: LRB 13a1095 Topic: Remove JFC changes to income tax system and restore Governor's original proposal

Matt: Do you want it in 2013-14 or 2014-15? If it's in 2014-15, it's in the base for the next biennium. Bob

From: Veldran, Matt

Sent: Friday, November 01, 2013 12:52 PM

To: Shovers, Marc; Kunkel, Mark

Cc: Rep.Hulsey; Lang, Bob

Subject: Changes to amendment - RE: LRB 13a1095 Topic: Remove JFC changes to income tax system and restore Governor's original proposal

Gentlemen,

We have a couple of changes after discussing with Bob Lang; can you eliminate all of the changes to the tax rates. Then just do a straight appropriation to the technical college system for \$35.8 million for 2014 **only**. So we are reducing the total amount of the amendment by half and using the money from the general fund.

If you have any questions, don't hesitate to contact us.

Thanks again.

Matt Veldran

Matt.Veldran@legis.wisconsin.gov

Office of Representative Brett Hulsey

Wisconsin State Assembly

District 78 serving Madison

Room 5 North

Wisconsin State Capitol

Madison, WI 53708

Office: 608-266-7521

From: LRB.Legal

Sent: Wednesday, October 30, 2013 3:27 PM

To: Rep.Hulsey

Subject: LRB 13a1095 Topic: Remove JFC changes to income tax system and restore Governor's original proposal

The attached proposal has been jacketed for introduction.

A copy has also been sent to:



State of Wisconsin
2013 - 2014 LEGISLATURE



LRBa1095/1

MES&MDK:wj&kjfrs

2

pm has
been
run

Today

ASSEMBLY AMENDMENT,
TO ASSEMBLY BILL 399

1 At the locations indicated, amend the bill as follows:

2 **1.** Page 1, line 2: after "grants" insert ~~"increasing the individual income tax~~
3 ~~rates, expanding the number of income tax brackets,~~ increasing state aid for
4 technical colleges,".

5 **2.** Page 2, line 10: after that line insert:

6 "SECTION 2c. 71.06 (1q) (a) of the statutes, as created by 2013 Wisconsin Act
7 20, is amended to read:

8 71.06 (1q) (a) On all taxable income from \$0 to \$7,500, 4.40 4.50 percent.

9 SECTION 2d. 71.06 (1q) (b) of the statutes, as created by 2013 Wisconsin Act 20,
10 is amended to read:

11 71.06 (1q) (b) On all taxable income exceeding \$7,500 but not exceeding
12 \$15,000, 5.84 5.94 percent.

SECTION 2e. 71.06 (1q) (c) of the statutes, as created by 2013 Wisconsin Act 20,

is amended to read:

71.06 (1q) (c) On all taxable income exceeding \$15,000 but not exceeding \$225,000, ~~6.27~~ 6.36 percent.

SECTION 2g. 71.06 (1q) (cm) of the statutes is created to read:

71.06 (1q) (cm) On all taxable income exceeding \$112,500 but not exceeding \$225,000, ~~6.75~~ percent.

SECTION 2h. 71.06 (1q) (d) of the statutes, as created by 2013 Wisconsin Act 20,

is amended to read:

71.06 (1q) (d) On all taxable income exceeding \$225,000, ~~7.65~~ 7.75 percent.

SECTION 2j. 71.06 (2) (i) 1. of the statutes, as created by 2013 Wisconsin Act 20,

is amended to read:

71.06 (2) (i) 1. On all taxable income from \$0 to \$10,000, ~~4.40~~ 4.50 percent.

SECTION 2k. 71.06 (2) (i) 2. of the statutes, as created by 2013 Wisconsin Act

20, is amended to read:

71.06 (2) (i) 2. On all taxable income exceeding \$10,000 but not exceeding \$20,000, ~~5.84~~ 5.94 percent.

SECTION 2m. 71.06 (2) (i) 3. of the statutes, as created by 2013 Wisconsin Act

20, is amended to read:

71.06 (2) (i) 3. On all taxable income exceeding \$20,000 but not exceeding \$300,000, ~~6.27~~ 6.36 percent.

SECTION 2n. 71.06 (2) (i) 3m. of the statutes is created to read:

71.06 (2) (i) 3m. On all taxable income exceeding \$150,000 but not exceeding \$300,000, 6.75 percent.

1 **SECTION 2p.** 71.06 (2) (i) 4. of the statutes, as created by 2013 Wisconsin Act
2 20, is amended to read:

3 71.06 (2) (i) 4. On all taxable income exceeding \$300,000, ~~7.65~~ 7.75 percent.

4 **SECTION 2q.** 71.06 (2) (j) 1. of the statutes, as created by 2013 Wisconsin Act
5 20, is amended to read:

6 71.06 (2) (j) 1. On all taxable income from \$0 to \$5,000, ~~4.40~~ 4.50 percent.

7 **SECTION 2r.** 71.06 (2) (j) 2. of the statutes, as created by 2013 Wisconsin Act 20,
8 is amended to read:

9 71.06 (2) (j) 2. On all taxable income exceeding \$5,000 but not exceeding
10 \$10,000, ~~5.84~~ 5.94 percent.

11 **SECTION 2s.** 71.06 (2) (j) 3. of the statutes, as created by 2013 Wisconsin Act 20,
12 is amended to read:

13 71.06 (2) (j) 3. On all taxable income exceeding \$10,000 but not exceeding
14 \$150,000, ~~6.27~~ \$75,000, 6.35 percent.

15 **SECTION 2t.** 71.06 (2) (j) 3m. of the statutes is created to read:

16 71.06 (2) (j) 3m. On all taxable income exceeding \$75,000 but not exceeding
17 \$150,000, 6.75 percent.

18 **SECTION 2u.** 71.06 (2) (j) 4. of the statutes, as created by 2013 Wisconsin Act
19 20, is amended to read:

20 71.06 (2) (j) 4. On all taxable income exceeding \$150,000, ~~7.65~~ 7.75 percent.

21 **SECTION 2v.** 71.06 (2e) (a) of the statutes, as affected by 2013 Wisconsin Act 20,
22 is amended to read:

23 71.06 (2e) (a) For taxable years beginning after December 31, 1998, and before
24 January 1, 2000, the maximum dollar amount in each tax bracket, and the
25 corresponding minimum dollar amount in the next bracket, under subs. (1m) and (2)

(c) and (d), and for taxable years beginning after December 31, 1999, the maximum dollar amount in each tax bracket, and the corresponding minimum dollar amount in the next bracket, under subs. (1n), (1p) (a) to (c), (1q) (a) ~~and (b) to (c)~~, and (2) (e), (f), (g) 1. to 3., (h) 1. to 3., (i) 1. ~~and 2. to 3.~~, and (j) 1. ~~and 2. to 3.~~ shall be increased each year by a percentage equal to the percentage change between the U.S. consumer price index for all urban consumers, U.S. city average, for the month of August of the previous year and the U.S. consumer price index for all urban consumers, U.S. city average, for the month of August 1997, as determined by the federal department of labor, except that for taxable years beginning after December 31, 2000, and before January 1, 2002, the dollar amount in the top bracket under subs. (1p) (c) and (d), (2) (g) 3. and 4. and (h) 3. and 4. shall be increased by a percentage equal to the percentage change between the U.S. consumer price index for all urban consumers, U.S. city average, for the month of August of the previous year and the U.S. consumer price index for all urban consumers, U.S. city average, for the month of August 1999, as determined by the federal department of labor, except that for taxable years beginning after December 31, 2011, the adjustment may occur only if the resulting amount is greater than the corresponding amount that was calculated for the previous year.

SECTION 2w. 71.06 (2e) (b) of the statutes, as affected by 2013 Wisconsin Act 20, is amended to read:

71.06 ~~(2e)~~ (b) For taxable years beginning after December 31, 2009, the maximum dollar amount in each tax bracket, and the corresponding minimum dollar amount in the next bracket, under subs. (1p) (d), (1q) (e) (cm), and (2) (g) 4., (h) 4., (i) 3. 3m, and (j) 3. 3m, and the dollar amount in the top bracket under subs. (1p) (e), (1q) (d), and (2) (g) 5., (h) 5., (i) 4., and (j) 4., shall be increased each year by a

percentage equal to the percentage change between the U.S. consumer price index for all urban consumers, U.S. city average, for the month of August of the previous year and the U.S. consumer price index for all urban consumers, U.S. city average, for the month of August 2008, as determined by the federal department of labor, except that for taxable years beginning after December 31, 2011, the adjustment may occur only if the resulting amount is greater than the corresponding amount that was calculated for the previous year."

3. Page 3, line 14: after that line insert:

"SECTION 3m. Fiscal changes.

(1) STATE AID FOR TECHNICAL COLLEGES. In the schedule under section 20.005 (3) of the statutes for the appropriation to the technical college system board under section 20.292 (1) (d) of the statutes, as affected by the acts of 2013, the dollar amount is increased by \$35,800,000 for the first fiscal year of the fiscal biennium in which this subsection takes effect to increase funding for the purpose for which the appropriation is made. In the schedule under section 20.005 (3) of the statutes for the appropriation to the technical college system board under section 20.292 (1) (d) of the statutes, as affected by the acts of 2013, the dollar amount is increased by \$35,800,000 for the second fiscal year of the fiscal biennium in which this subsection takes effect to increase funding for the purpose for which the appropriation is made."

(END)